PUBLIC SERVICE COMMISSION OF WISCONSIN

Minutes and Informal Instructions of the Open Meeting of Thursday, March 22, 2007

The Public Service Commission of Wisconsin (Commission) met as noticed. Present were Chairperson Ebert, Commissioner Meyer, and Commissioner Azar.

Minutes

The Commission approved the minutes of the Open Meeting of Friday, March 16, 2007.

5-AE-146 – Application of Wisconsin Electric Power Company and American Transmission Company for Approval of an Operation and Maintenance Agreement for Transmission Facilities

The Commission approved the Notice of Investigation and directed it be signed by the Secretary to the Commission on behalf of the Commission.

Commissioner Azar abstained.

137-CE-150 – Application of American Transmission Company to Construct New Transmission Facilities between the Rock River Substation and the Turtle Substation in Rock County, and to Modify Existing Transmission Facilities Establishing a 138 kV Transmission Line Connection From the Rock River Substation in Rock County, Wisconsin to the Elkhorn Substation in Walworth County, Wisconsin

The Commission approved the Notice of Investigation and directed it be signed by the Secretary to the Commission on behalf of the Commission.

Commissioner Azar abstained.

6130-CE-104 – Application of the Village of Viola, as an Electric Public Utility, for Authority to Convert Approximately 0.5 Mile of Its Existing 12.47 kV Overhead Distribution Line to Underground Operation, Located in the Village of Viola, Richland and Vernon Counties

The Commission approved the Notice of Investigation and directed it be signed by the Secretary to the Commission on behalf of the Commission.

6680-SB-128 – Application of Wisconsin Power and Light Company for Authority to Issue and Sell up to \$300,000,000 Aggregate Principal Amount of its Debt Securities in One or More Series

The Commission approved the Amended Notice of Investigation and directed it be signed by the Secretary to the Commission on behalf of the Commission.

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6690-GR-101 – Application of Wisconsin Public Service Corporation For Authority to Modify the Calculation of the Gas Transportation Cash Out Index Rate and to Add an Overdelivery Provision to the Selective Constraint Days in its Gas Transportation Tariffs

The Commission approved the Notice of Proceeding and Prehearing Conference and directed it be signed by the Secretary to the Commission on behalf of the Commission.

6230-WR-106 – Application of Watertown Water Commission for Authority to Increase Water Rates

The Commission approved the Notice of Proceeding and Telephonic Hearing and directed it be signed by the Secretary to the Commission on behalf of the Commission.

137-EI-101 – Petition Requesting an Order for an Independent Study of the Need for Dane County Transmission Facilities

The Commission did not approve a request for an independent study on the need for Dane County transmission facilities.

Commissioner Azar abstained.

The Commission directed the Gas and Energy Division to draft an order consistent with this decision.

6680-GF-122 – Wisconsin Power and Light Company's Request for Deferral of Incremental Pre-Certification Costs and Pre-Construction Costs

The Commission approved Wisconsin Power and Light Company's (WP&L) request to defer the retail portion of incremental pre-certification costs and pre-construction costs that it will incur as a result of new environmental requirements on existing generating stations. The effective date of the deferral should be the date of WP&L's letter to the Commission. Carrying costs should be at the short-term debt rate for pre-certification costs and at the weighted cost of capital for pre-construction costs.

The Commission directed the Gas and Energy Division to draft an order consistent with this decision.

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6630-100460 - Investigation into the Complaint of Mr. Frank Arteaga Against We Energies

The Commission determined Mr. Arteaga's request for a formal investigation of his complaint against We Energies, related to the transfer of charges from his rental properties to his home, is without merit.

The Commission directed the Division of Water, Compliance and Consumer Affairs to draft an order consistent with this decision.

Sandra J. Paske Secretary to the Commission